

VI. REQUEST FOR FINDINGS AND RECOMMENDATIONS

- 79. Canada requests that the Panel make the following findings and conclusions:
 - PROEX payments on exports of Brazilian civil aircraft constitute subsidies within the meaning of Article 1.1 of the SCM Agreement; and
 - PROEX payments on exports of Brazilian civil aircraft constitute export subsidies prohibited under Article 3 of the SCM Agreement.
- 80. Canada further requests, in accordance with Articles 3.2 and 4.7 of the SCM Agreement, that the Panel recommend that:
 - Brazil shall not grant new subsidies under PROEX, including subsidies promised or committed, but not yet granted, on regional aircraft not yet delivered;
 - Brazil shall no longer maintain existing subsidies under PROEX and must terminate such subsidies no later than three months after the adoption of the Report of the Panel by the DSB; and

- Brazil shall withdraw without delay PROEX subsidies granted pursuant to transactions entered into following the composition of the Panel on October 22, 1998.

DOCS
CA1 EA495 98B62 ENG
Brazil - export financing programme
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